# Affordable Housing Location Suitability Model

A case study from lowa City, lowa

#### Who needs affordable housing?

- Many elderly and people with disabilities
- Cashiers, cooks, janitors, bakers, sales clerks, child care workers, home health aides
- School bus drivers, stylists, preschool teachers, school associates, research assistants and others

The Iowa City metro area needs people who need affordable housing!

## Rental Vacancy Rates

#### Within 1 mile of downtown Iowa City

# Bedrooms	2011 Vacancy Rate
1-Bedroom	1.30%
2-Bedroom	2.20%
3-Bedroom	1.70%
4-Bedroom	0.01%
Overall Average	1.30%

A household of 3 earning \$21,400, (30% of the Median Income) can afford a monthly rent of no more than \$535

The Fair Market Rent (FY12) for a two bedroom unit is \$746

A minimum wage earner (earning \$7.25 per hour) must work 86 hours per week to afford a two-bedroom unit at Iowa City's Fair Market Rent (\$746).

## Federal Funds:

Community Development Block Grant, HOME & ICHA





### City of Iowa City

Population 69,000



Acquisition (rental/owner occupied)
New Construction
Rehabilitation

Down-payment assistance

Rent assistance



## The Peninsula Neighborhood



**Owner-occupied Housing** 

## Affordable Rental Housing



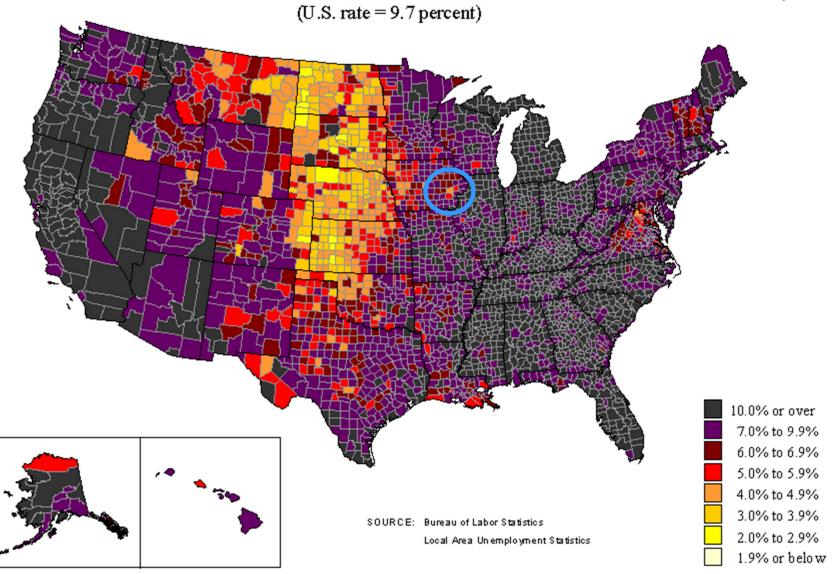
The Housing Fellowship – Rental Housing

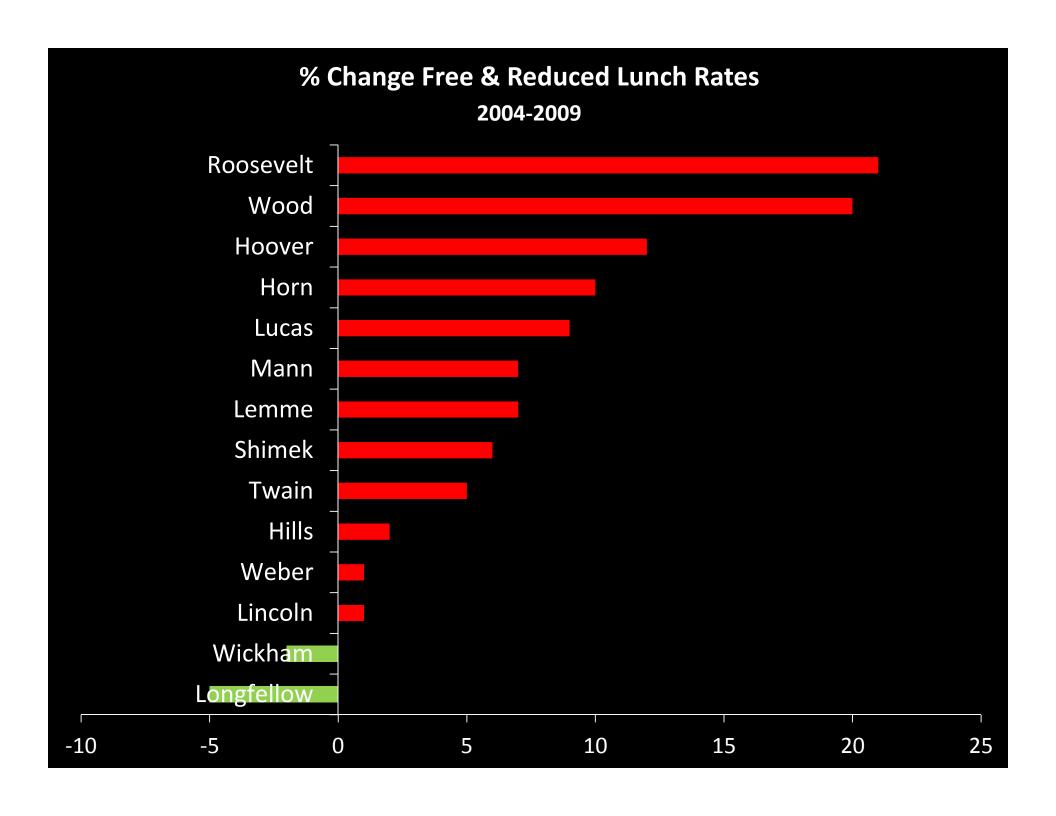
# Affordable Housing that is not assisted or subsidized by the City of Iowa City



#### Unemployment rates by county, July 2009 – June 2010 averages







### press-citizen.com

## Section 8 wait list growing, official says

Written by

Josh O'Leary Iowa City Press-Citizen

12:26 AM, Mar. 23, 2011

The waiting lists for lowa City's Section 8 and public housing programs have reopened after being shut for nearly a year to new applicants, Housing Administrator Steve Rackis told the lowa City Council Tuesday.

The council gave its approval of the lowa City Housing Authority's annual plan, a routine report that details the division's current programs and its strategy for addressing housing needs.

The Housing Authority closed its waiting list in 2010 because of a long line of names --including many that had been on it for two-plus years -- which was giving "false hope" to applicants, Rackis said.

The Housing Authority, which serves all of Johnson County and parts of Washington and lowa counties, began accepting applicants for its programs again in February.

The Housing Authority administers 1,214 Section 8 vouchers, which are funded through the U.S. Department of Housing and Urban Development, for low-income families, the elderly and persons with disabilities. HUD has not increased the number of vouchers for lowa City since 1998.

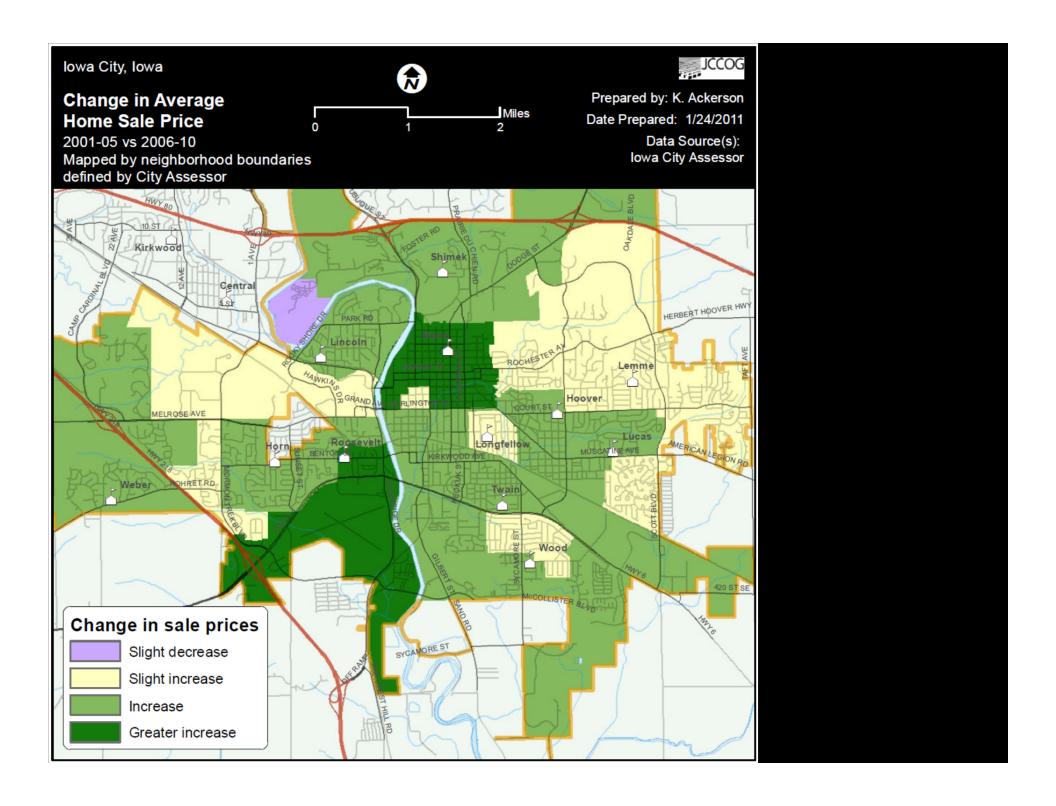
As of January, lowa City had 825 households using vouchers, Coralville had 211 and North Liberty had 86, the report said. Five percent of the total number of rental units in lowa City were occupied by

People with disabilities made up 55 percent of the Housing Authority's participants in 2010, households with minor children (which could include disabled participants) made up 41 percent, and the elderly made up 15 percent

In the lowa City School District, 811 of the 11,692 total students are from families that are participants in housing programs.

"The program was designed by Congress to help elderly, disabled and working families, and you can see by this data that

Advertisement	



- Increasing demand for workforce housing
- Low rental vacancy rates
- Escalating home prices
- NIMBY
- Negative perceptions of affordable housing and who needs the housing

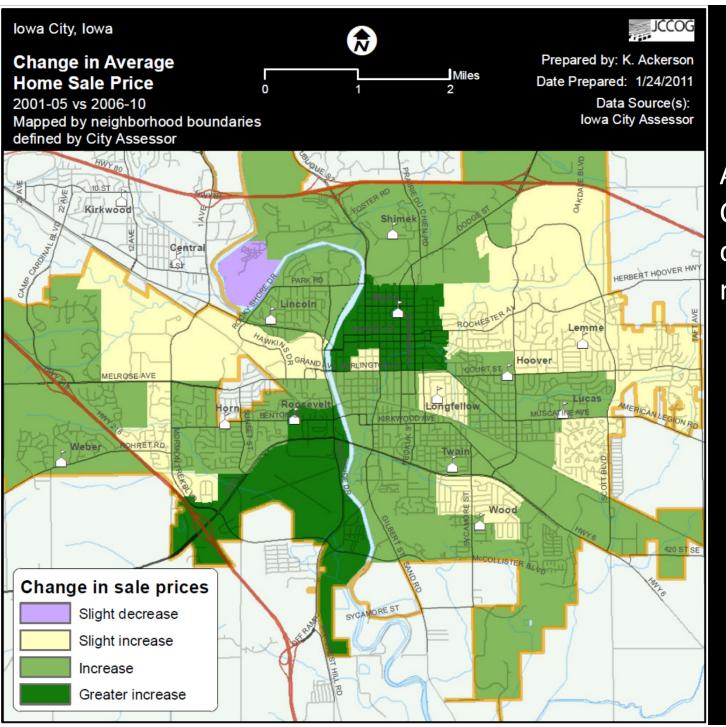
#### Where should subsidized housing be?

Council's goals/concerns discussed Nov. 10, 2010

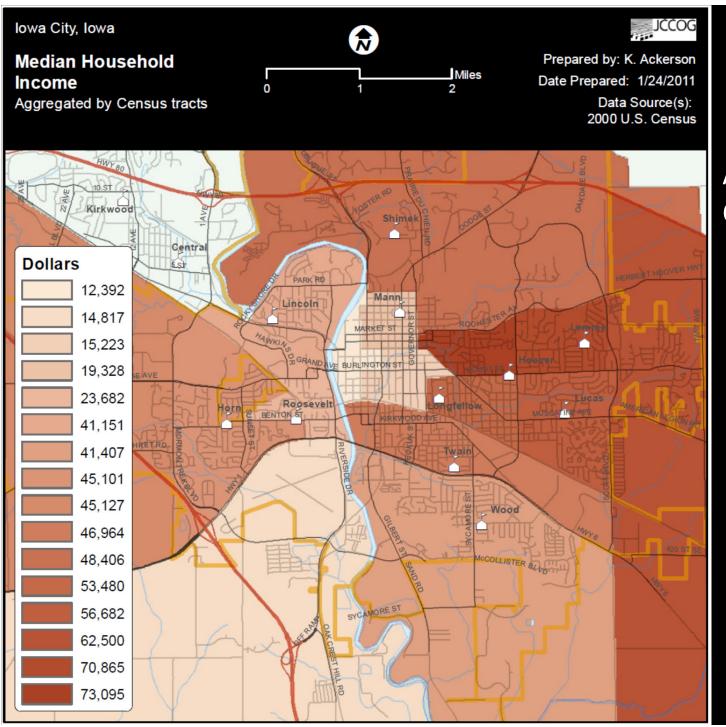
- 1. "We do not want to further burden neighborhoods and elementary schools that already have issues related to concentrations of poverty, and"
- 2. "We need to have a better idea of the Iowa City Community School District views on the affordable housing issue, and"
- 3. "There is a desire to have diverse neighborhoods in terms of a range of income levels."

#### **Multiple Spatial Criteria**

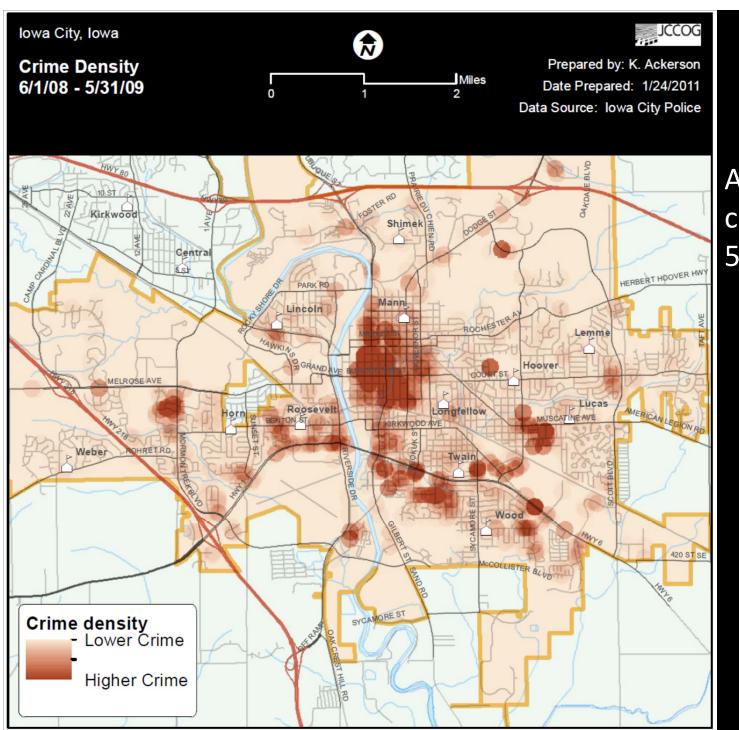
- 1. Distance to existing subsidized housing locations
- 2. Elementary school *mobility*
- 3. Elementary school academic performance
- 4. Elementary school free and reduced lunch rate
- 5. Crime density
- 6. Median household income
- 7. Change in residential sale prices



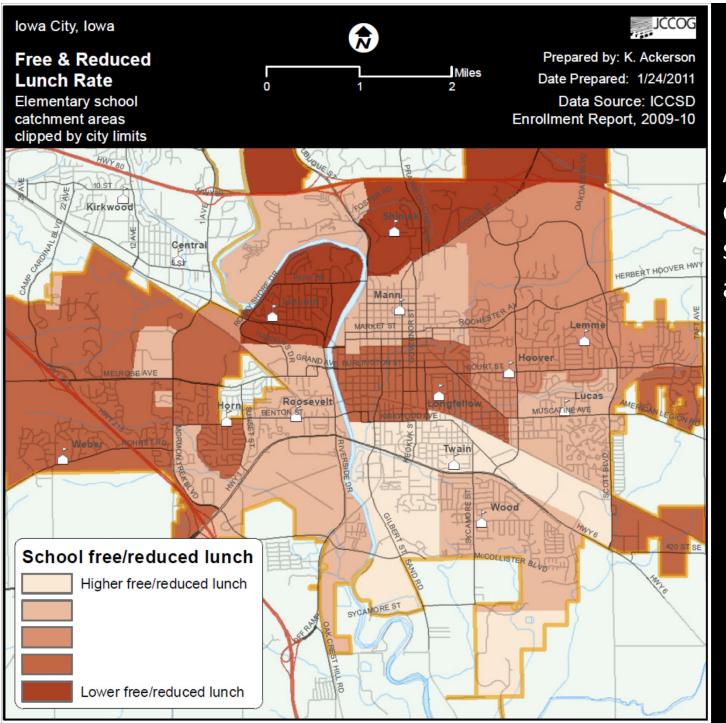
Aggregated by City Assessordefined neighborhoods



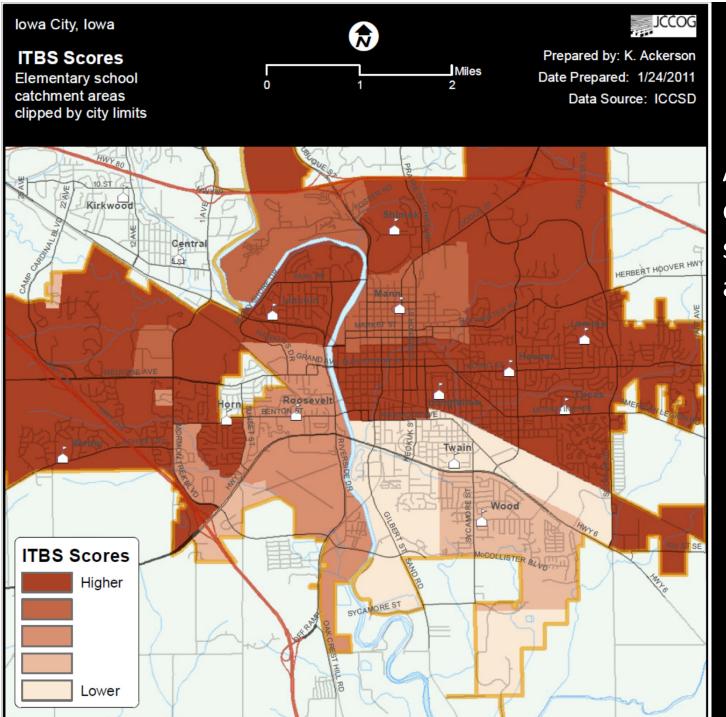
Aggregated by Census tract



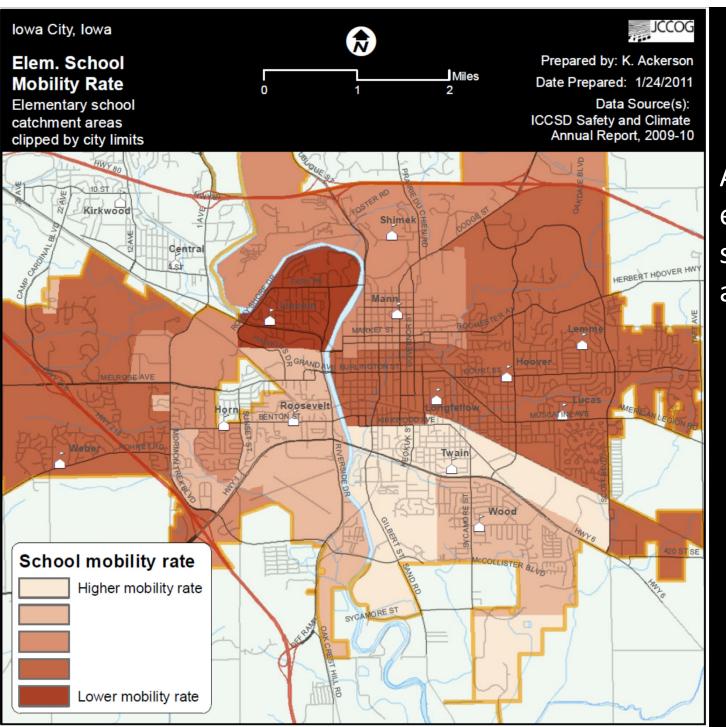
Aggregated by crimes within 500 feet



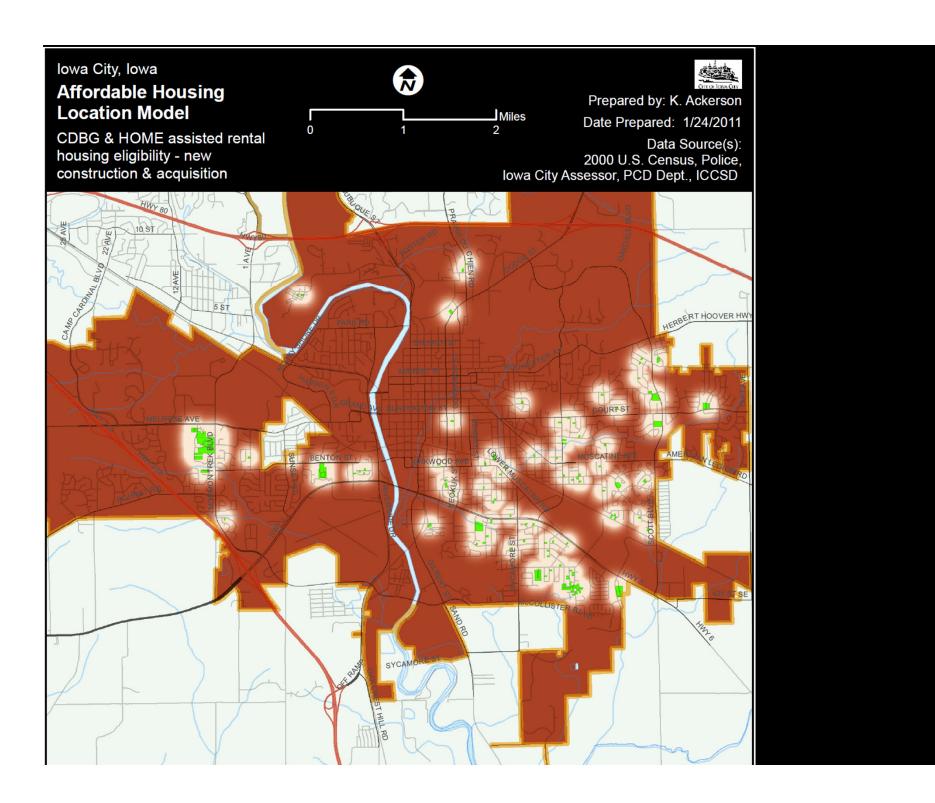
Aggregated by elementary school catchment area



Aggregated by elementary school catchment area



Aggregated by elementary school catchment area



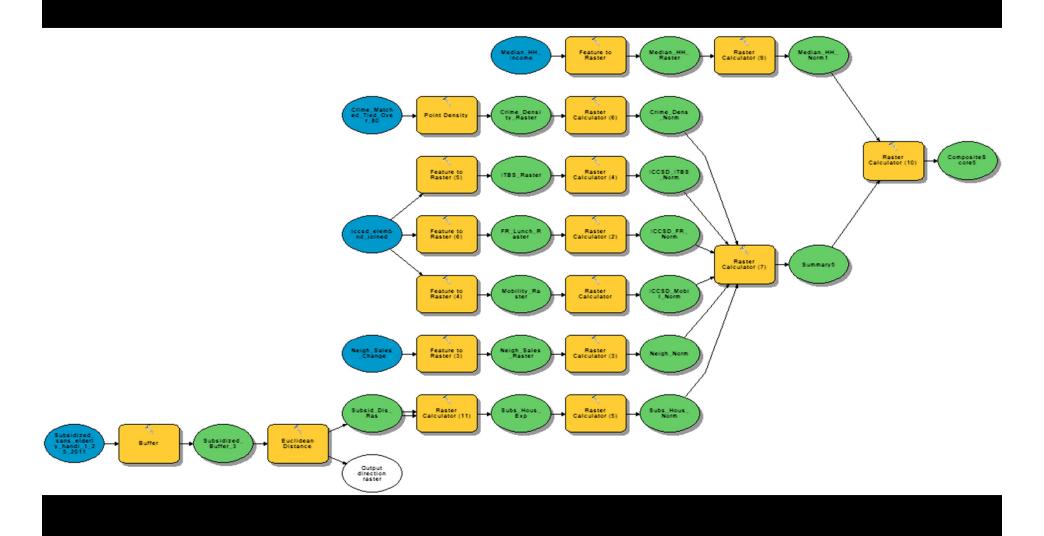
#### **Analysis of Data**

(Continued)

#### Weighting data

x40 distance to existing assisted rental housing elementary school mobility rate x20 x10 median household income change in residential sale prices x10 crime density x10 elementary school ITBS performance x 5 x 5 elementary school free & reduced lunch rate 100

## **Model operations**



#### **Analysis of Data**

1. Create grid (i.e., raster)

2. Standardize data (linear transformation

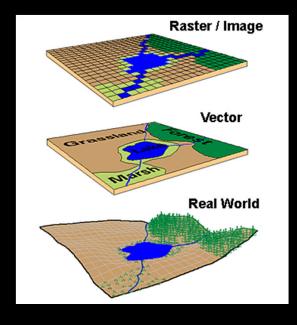
Percent = 0-100%

Distances = 0-10,000ft

Crime = 0-800 within 500ft

0.0

unsuitable



suitable location

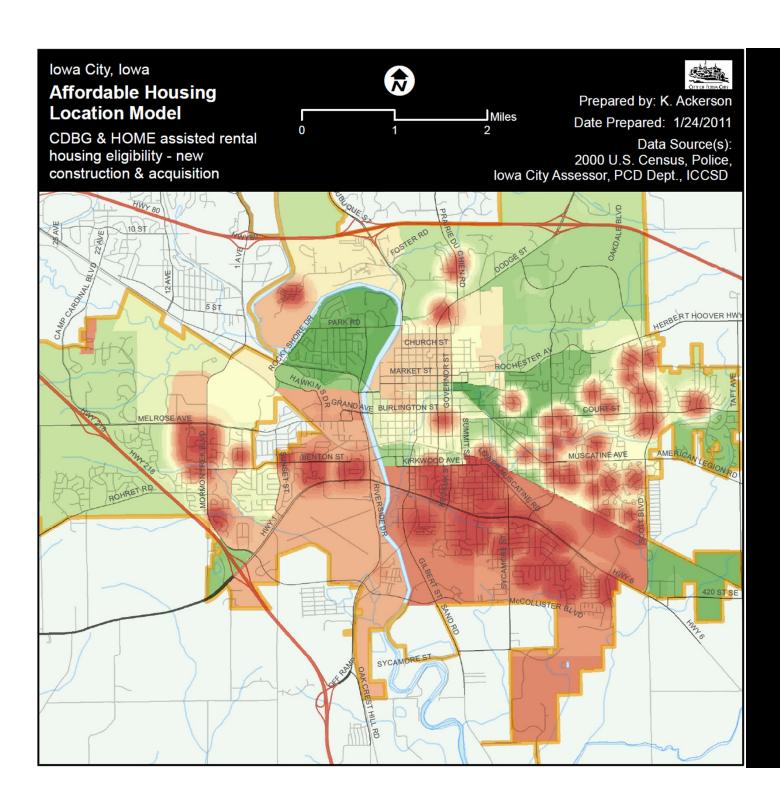
0 to 1.0 = (x - minimum cell value in dataset)(maximum cell value - minimum cell value)

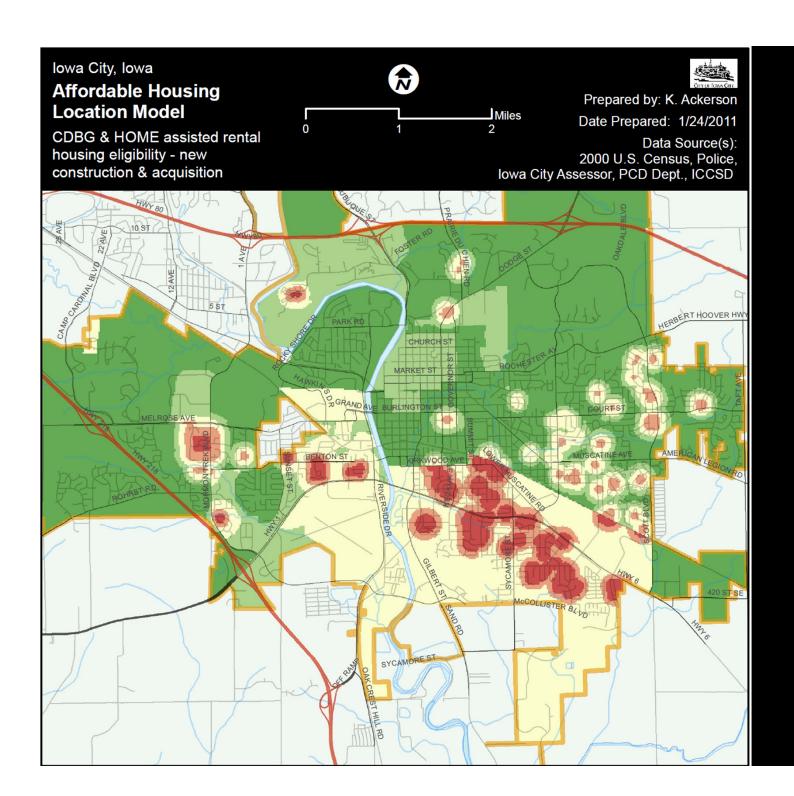
### **Analysis of Data**

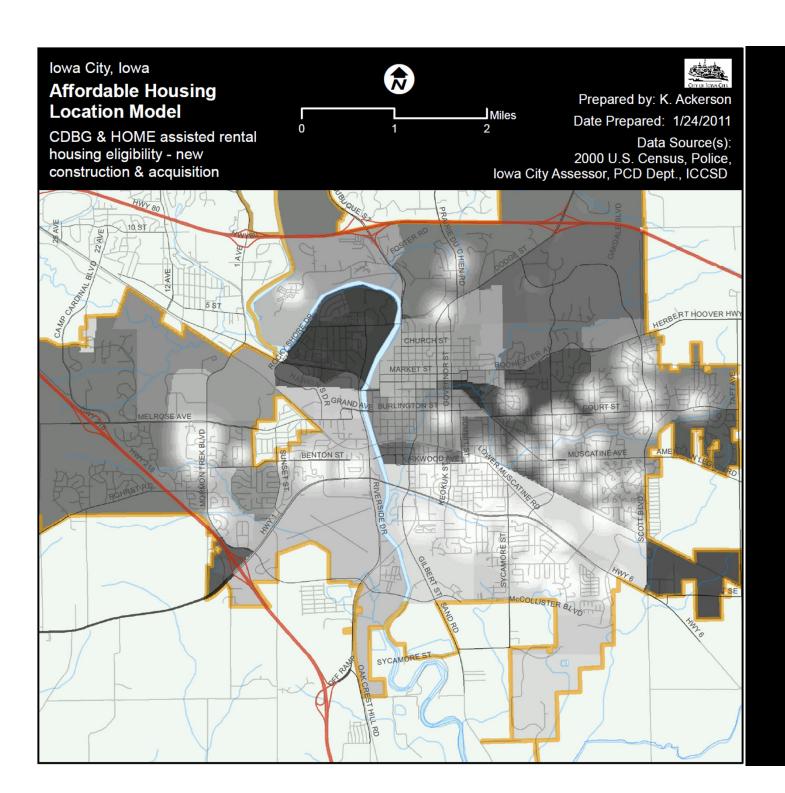
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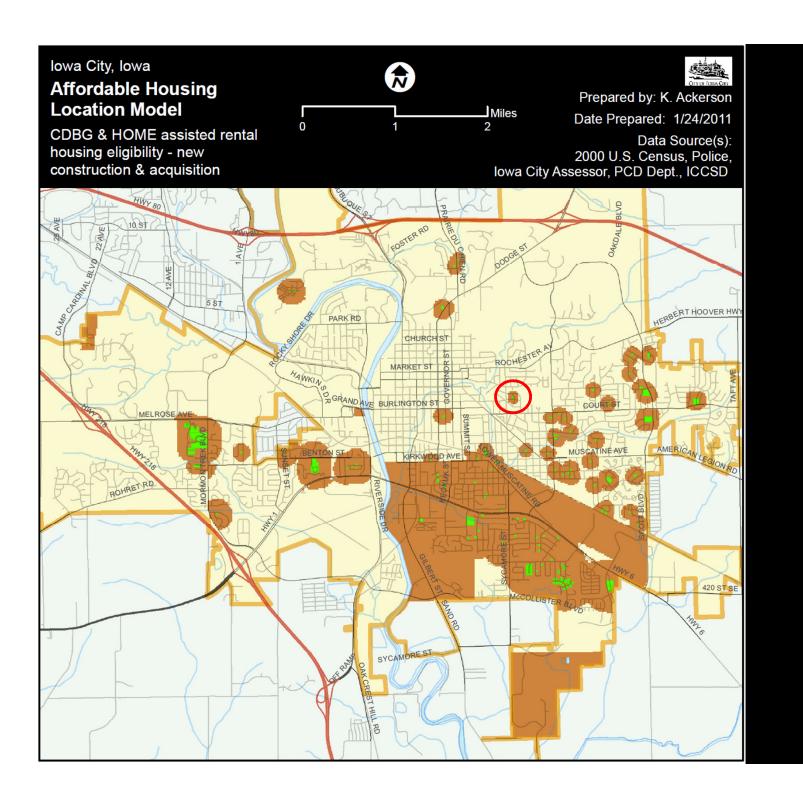
#### 4. Combining all variables

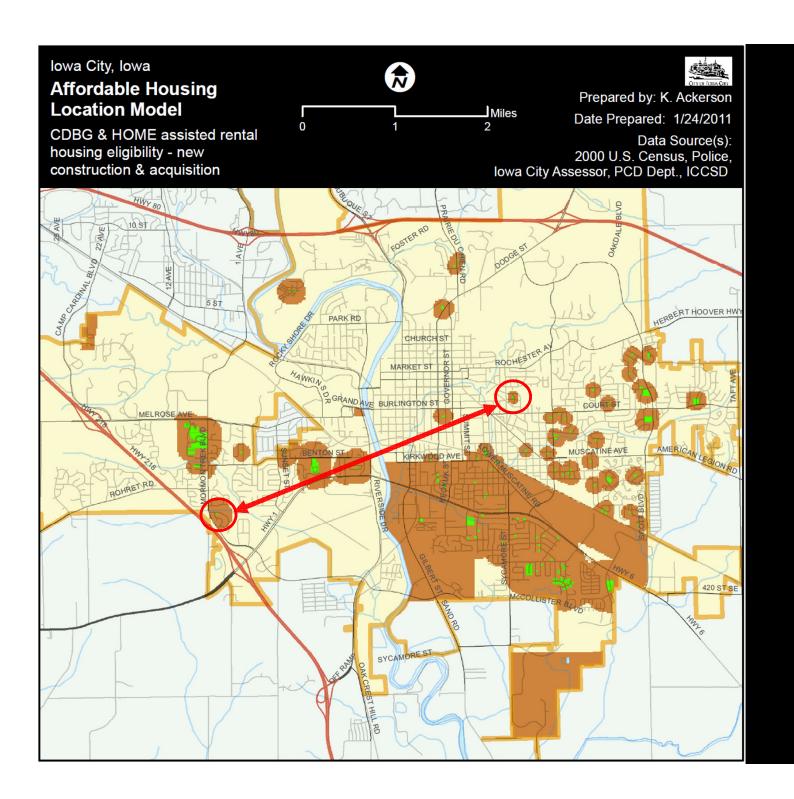


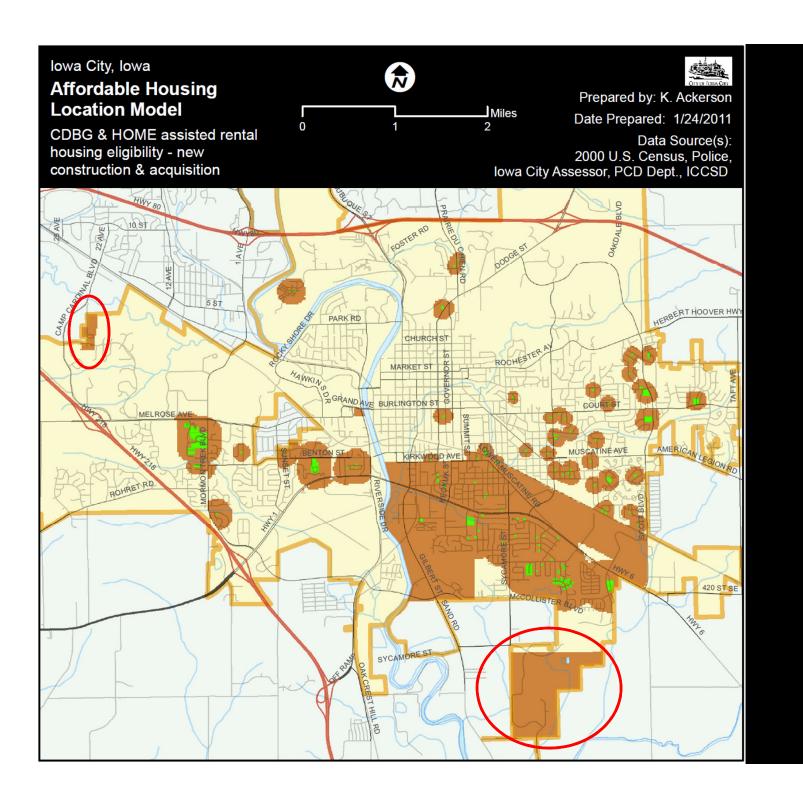


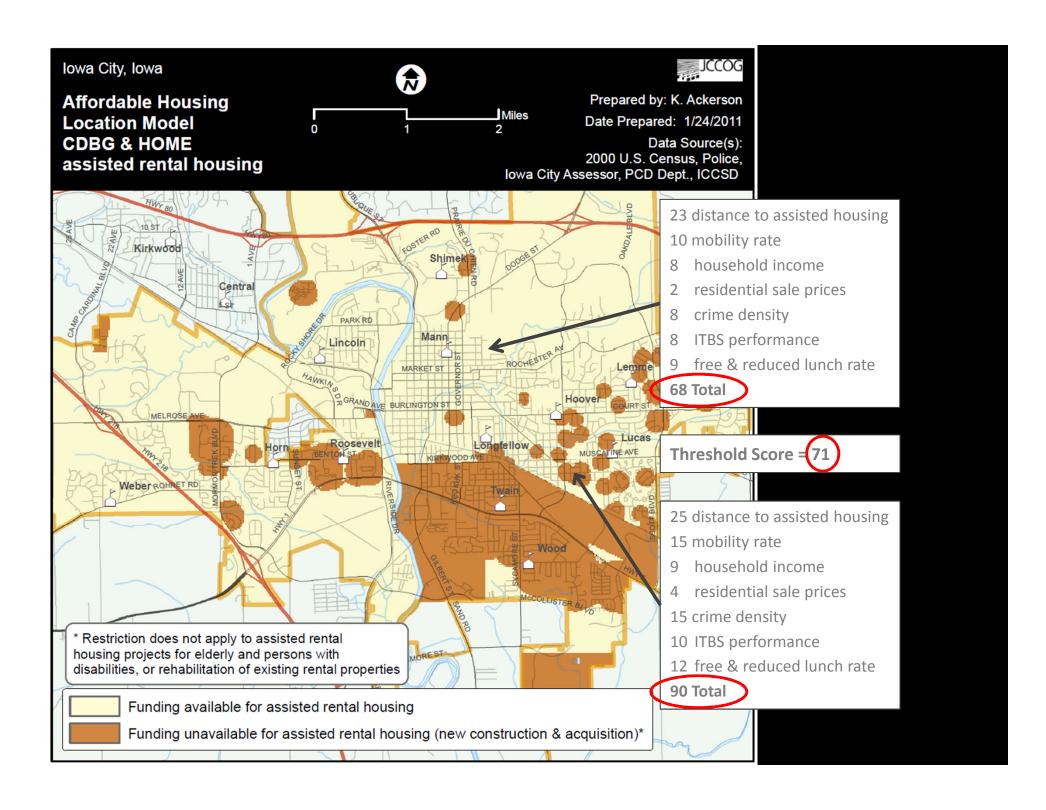


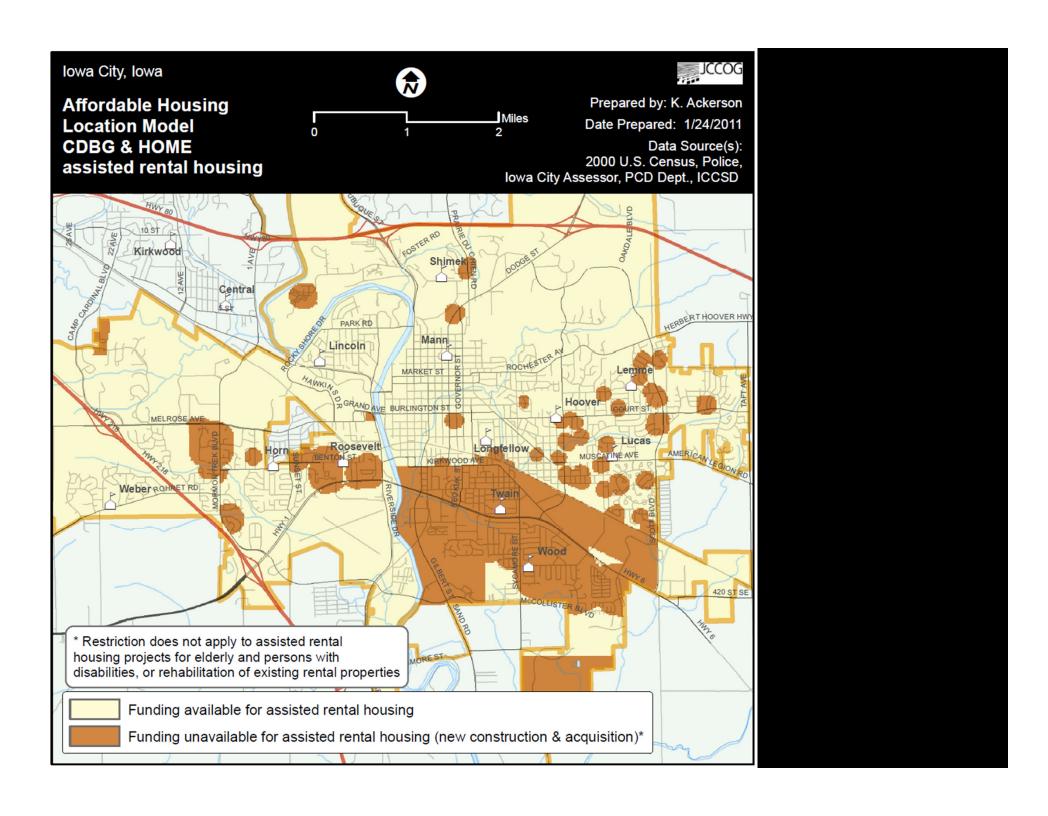












#### **Lessons Learned**

- City council's broad goals with regards to concentration of poverty can be incorporated in a GIS-based model.
- 2. Possible to combine *multiple* characteristics of neighborhood diversity into a *single* measure of location suitability.
- 3. GIS can provide a more objective lens to compare properties equally across communities.



#### Iowa City, Iowa Prepared by: K. Ackerson Affordable Housing Miles **Location Model** Date Prepared: 1/24/2011 **CDBG & HOME** Data Source(s): 2000 U.S. Census, Police, assisted rental housing Iowa City Assessor, PCD Dept., ICCSD 10.ST Kirkwood Shime Central RT HOOVER HW PARK RD Mann Lincoln GRAND AVE BURLINGTON ST O Longfellow Roosevelt AMERICAN Twain 420 ST SE \* Restriction does not apply to assisted rental housing projects for elderly and persons with disabilities, or rehabilitation of existing rental properties Funding available for assisted rental housing Funding unavailable for assisted rental housing (new construction & acquisition)\*

## Questions / Comments

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